

**Class C, D & E Water Company
Rate Review Form**



Arizona Corporation Commission

Utilities Division

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Revised April 24, 2002

**CLASS C, D & E WATER COMPANY RATE REVIEW
INSTRUCTIONS**

Complete Schedules 1, 2 and 3 with information from the most recent twelve-month period available. Enclose a Certificate of Tax Clearance issued by the Arizona Department of Revenue. The Certificate can be obtained from the Arizona Department of Revenue using the attached form.

Please call the Chief of the Financial and Regulatory Analysis Section, Utilities Division, for questions about this form (602-542-0743).

Return the completed forms and the Certificate to the following:

Compliance Officer
Utilities Division
Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007

Company name: _____

Schedule 1

Docket No./Decision No.: _____

Period Ending: _____

**CLASS C, D & E WATER COMPANY RATE REVIEW
STATEMENT OF NET INCOME**

Acct. No.			
	OPERATING REVENUES		
461	Metered Water Revenue		
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL OPERATING REVENUE		\$
	OPERATING EXPENSES		
601-603	Salaries and Wages		
610	Purchased Water		
615	Purchased Power		
618	Chemicals		
620	Materials & Supplies; repairs and maintenance		
621	Office Supplies and Expense		
630-636	Outside Services		
635	Water Testing		
640	Rents		
650	Transportation Expenses		
655	Insurance Expense		
665	Regulatory Commission Expenses – per last rate case		
675	Miscellaneous Expenses		
403	Depreciation Expense		
408	Taxes Other Than Income; property tax		
409	Income Tax		
	TOTAL OPERATING EXPENSE		\$
	OPERATING INCOME/(LOSS)		
			\$
	OTHER INCOME/(DEDUCTIONS)		
419	Interest and Dividend Income		
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)		\$
	NET INCOME/(LOSS)		
			\$

Company name: _____

Schedule 2

Docket No./Decision No.: _____

Period Ending: _____

**CLASS C, D & E WATER COMPANY RATE REVIEW
BALANCE SHEET**

Acct. No.	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash		
124	Utility Investments		
141	Customer Accounts Receivable		
146	Notes Receivable from Associated Companies*		
151	Plant Material and Supplies		
174	Miscellaneous Current and Accrued Assets; prepayments		
	TOTAL CURRENT AND ACCRUED ASSETS		\$
	FIXED ASSETS		
101	Utility Plant in Service		
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Less Accumulated Depreciation – Utility Plant		
121	Non-Utility Property		
122	Less Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS		\$
	TOTAL ASSETS		\$

* Indicates a Class A account included here for convenience

Company name: _____

Schedule 2
(Continued)

Docket No./Decision No.: _____

Period Ending: _____

**WATER COMPANY RATE REVIEW
BALANCE SHEET (Continued)**

Acct. No.	LIABILITIES and EQUITY		
	CURRENT LIABILITIES		
231	Accounts Payable		
232	Notes Payable		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES		\$
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Debt (indicate separately if any debt is payable to associated companies)		\$
	DEFERRED CREDITS		
252	Advances for Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281-283	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS		\$
	TOTAL LIABILITIES		\$
	EQUITY		
201	Common Stock Issued		
204	Preferred Stock Issues		
211	Other Paid-In Capital		
215	Retained Earnings		
218	Proprietary Capital (for sole props. and partnerships)		
	TOTAL EQUITY		\$
	TOTAL LIABILITIES AND EQUITY		\$

Company name: _____

Schedule 3

Docket No./Decision No.: _____

Period Ending: _____

**WATER COMPANY RATE REVIEW
STATEMENT OF RATE BASE**

Line No.	ACCOUNT DESCRIPTION		
1	PLANT		
2	Plant in Service		
3	Less: Accumulated Depreciation		
4	NET PLANT		\$
5			
6	ADDITIONS/DEDUCTIONS		
7	<i>Advances (-)</i>		
8	Plant Advances		
9	Service Line & Meter Advances		
10	TOTAL ADVANCES		\$
11			
12	<i>Contributions (-)</i>		
13	Gross Contributions		
14	Less: Amortization of Contributions		
15	TOTAL NET CONTRIBUTIONS		\$
16			
17	<i>Working Capital(+)</i>		
18	1/24 of Purchased Power Expense		
19	1/8 Operations & Maintenance expense		
20	Inventory		
21	Prepayments		
22	TOTAL WORKING CAPITAL		\$
23			
24	TOTAL ADDITIONS & DEDUCTIONS		\$
25			
26	RATE BASE		\$

Company name: _____

Schedule 4

Docket No./Decision No.: _____

Period Ending: _____

**WATER COMPANY RATE REVIEW
SUMMARY OF RESULTS**

Line No.			
1	<i>PROFITABILITY RATIOS</i>		
2	REGULATED PROFIT (Operating Income minus Interest Expense)		\$
3	RETURN ON EQUITY (Regulated Profit/Equity)		%
4	RATE OF RETURN (Operating Income/Rate Base)		%
5	OPERATING MARGIN (Operating Income/Total Operating Revenue)		%
6			
7	<i>FINANCIAL INTEGRITY RATIOS</i>		
8	DEBT SERVICE COVERAGE RATIO ([Operating Income + Depreciation Expense + Tax Expense]/[Interest Expense + Debt Principle Repayments])		
9	TIMES INTEREST EARNED RATIO ([Operating Income + Tax Expense]/Interest Expense)		
10	EBITDA COVERAGE RATIO ([Operating Income + Depreciation Expense + Tax Expense]/[Interest Expense])		

**WATER COMPANY RATE REVIEW
ADDITIONAL INFORMATION**

Test Year of last rate case	
Decision number of last rate case	
Rate base used in last rate case	
Number of customers used in last rate case	
Current number of customers	



Arizona Department of Revenue

Tax Clearance Application

1. Application Information

Applicant _____ Phone Number (____) _____

Address _____

City _____ State _____ Zip Code _____

2. Tax Clearance Purpose (Check Only One Box)

<input type="checkbox"/> Dissolution of Corporation ** <input type="checkbox"/> Withdrawal from Arizona **	Certificate of Compliance for Dissolution or Withdrawal
<input type="checkbox"/> Sale of Business <input type="checkbox"/> Personal <input type="checkbox"/> Residency <input type="checkbox"/> Other _____	Letter of Good Standing

3. Application Type (Check Only One Box and Provide Tax Identification Number(s))

<input type="checkbox"/> Corporation <input type="checkbox"/> S Corporation <input type="checkbox"/> Partnership <input type="checkbox"/> Tax Exempt Organization <input type="checkbox"/> Limited Liability Company <input type="checkbox"/> Limited Liability Partnership	Federal Employer ID number _____ - _____ OR AZ Transaction Privilege License Number _____ - _____ - ____ OR AZ Withholding Tax License Number _____ - _____ - ____
<input type="checkbox"/> Estate <input type="checkbox"/> Trust <input type="checkbox"/> Individual	Social Security Number _____ - ____ - ____ OR AZ Transaction Privilege License Number _____ - _____ - ____ OR AZ Withholding Tax License Number _____ - _____ - ____

4. Signature

Print Name _____ Print Specific Title (Corporate Officer, Partner, Individual) _____

Signature _____ Date _____

5. Send Tax Clearance Application to:

Arizona Department of Revenue
TCS 7th Floor
PO Box 29070
Phoenix AZ 85038-9070
Telephone (602) 542-4472

Power of Attorney: If this application is submitted by anyone other than a Corporate Officer, General Partner, or Individual (Sole Proprietor), Arizona Form 285 (General Disclosure/Representation Authorization Form) is required. See <http://www.revenue.state.az.us/2001forms.htm>

Unsigned applications will not be processed and faxed applications will not be processed.

** Not applicable to Estate, Trust, or Individual application types.